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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

ANNUAL AUDITED REPORT
FORM X-17A-5
PART III

OMB APPROVAL

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FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 1/1/03 AND ENDING 12/31/03
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER:

M&IC Mortgage Securities Corp

OFFICIAL USE ONLY

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

250 E. Kilbourn Avenue

(No. and Street)

Milwaukee

WI

53202

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Julie Fronsee

414-347-6801

(Area Code — Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

PricewaterhouseCoopers LLP

(Name — if individual, state last, first, middle name)

100 E. Wisconsin Avenue

Milwaukee

WI

53202

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

- ☒ Certified Public Accountant
☐ Public Accountant
☐ Accountant not resident in United States or any of its possessions.

PROCESSED
AUG 06 2004

THOMSON
FINANCIAL

FOR OFFICIAL USE ONLY

*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

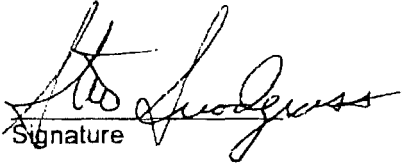
SEC 1410 (3-91)

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MGIC MORTGAGE SECURITIES CORPORATION

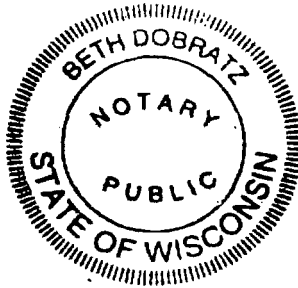
OATH OR AFFIRMATION

I, Steven T. Snodgrass, affirm that, to the best of my knowledge and belief, the accompanying financial statements and supplementary information pertaining to the firm of MGIC Mortgage Securities Corporation, as of December 31, 2003 are true and correct. I further affirm that neither the Company nor principal officer or director has any proprietary interest in any account classified solely as that of a customer.


Signature

President
Title


Notary Public



My commission expires: *May 30, 2007*

This report contains:

Facing Page

Report of Independent Accountants

Statement of Financial Condition

Statement of Operations

Statement of Shareholder's Equity

Statement of Cash Flows

Notes to Financial Statements

Computation of Net Capital Pursuant to Rule 15c3-1

Computation for Determination of Reserve Requirements
Pursuant to Rule 15c3-3

Information Relating to Possession or Control
Requirements Under Rule 15c3-3

Reconciliation Pursuant to Rule 17a-5(d)(4)

Independent Accountants' Report on
Internal Accounting Control

MGIC MORTGAGE SECURITIES CORPORATION
STATEMENTS OF FINANCIAL CONDITION

December 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
	(In thousands of dollars)	
<u>ASSETS</u>		
Investment portfolio (note 4):		
Securities, available-for-sale, at fair value:		
Fixed maturities	\$ 381	\$ 389
Short-term investments	73	74
	<hr/>	<hr/>
Total investment portfolio (amortized cost, 2003 - \$423; 2002 - \$424)	454	463
Accrued investment income	7	7
Prepaid expenses	9	8
Other assets	3	3
	<hr/>	<hr/>
	<u>\$ 473</u>	<u>\$ 481</u>
 <u>LIABILITIES AND SHAREHOLDER'S EQUITY</u>		
Accounts payable, affiliates	\$ 10	\$ 9
Income taxes payable, affiliates	15	17
	<hr/>	<hr/>
Total liabilities	25	26
	<hr/>	<hr/>
Shareholder's equity (note 6):		
Common stock, \$1 par value, 44,000 shares authorized; 1,000 shares issued and outstanding	1	1
Paid-in capital	199	199
Accumulated other comprehensive income - unrealized appreciation in investments, net of tax (note 2)	20	25
Retained earnings	228	230
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Total shareholder's equity	448	455
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	<u>\$ 473</u>	<u>\$ 481</u>

See accompanying notes to financial statements.